

SPECIAL NOTICE

NOTICE OF CORRECTION

On Wednesday, December 27, 2000, the Office of Mineral Resources on behalf of the State Mineral Board advertised in the Notice of Publication for receipt of sealed bids on or before **12:00 noon on Tuesday, February 13, 2001**, for State Leases to be awarded upon **Tract Nos. 33107 through 33251**, inclusive at its **February 14, 2001** Lease Sale. Within said advertisement was an incorrect description for **Tract No. 33169, St. Bernard Parish, Louisiana**. By virtue of this public notice, said description for said **Tract No. 33169**, is hereby corrected as follows:

TRACT 33169 - PORTION OF BLOCK 70, CHANDELEUR SOUND AREA, St. Bernard Parish, Louisiana

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description and all islands and other lands formed by accretion or reliction, except tax lands, belonging to the State of Louisiana and not under mineral lease on February 14, 2001, situated in St. Bernard Parish, Louisiana, and more particularly described as follows: Beginning at the Southwest corner of Block 70, Chandeleur Sound Area, having Coordinates of X = 2,620,600.00 and Y = 381,330.00; thence North 7,375.00 feet along the West line of Block 70 to a point having Coordinates of X = 2,620,600.00 and Y = 388,705.00; thence East 10,418.00 feet to the Northwest corner of State Lease 16798 having Coordinates of X = 2,631,018.00 and Y = 388,705.00; thence South 1,609.00 feet along the West line of State Lease 16798 to its Southwest corner, being a point on the North line of State Lease 16866 having Coordinates of X = 2,631,018.00 and Y = 387,096.00; thence West 3,331.00 feet along the North line of State Lease 16866 to its Northwest corner having Coordinates of X = 2,627,687.00 and Y = 387,096.00; thence along the boundary of State Lease 16866 the following courses: South 3,186.00 feet, East 1,350.00 feet, South 1,200.00 feet, East 3,850.00 feet, North 1,200.00 feet and East 2,463.00 feet to a point on the East line of Block 70 having Coordinates of X = 2,635,350.00 and Y = 383,910.00; thence South 2,580.00 feet along the East line of Block 70 to its Southeast corner having Coordinates of X = 2,635,350.00 and Y = 381,330.00; thence West 14,750.00 feet to the point of beginning, containing approximately **1,670.72 acres**, as shown outlined in red on a plat on file in the Office of Mineral Resources, Department of Natural Resources, as provided by the applicant. All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The boundary description and plat for this tract as shown and as advertised were supplied by the nominating party and have not been checked for accuracy by the staff of the Office of Mineral Resources. Anything which may affect the acreage, the shape or the location of the tract, such as non-closure of or incorrect X,

Y coordinates or title disputed acreage, or which may affect the status of the tract for leasing, such as overlap of prior leases or nominated tracts, or which may affect potential operations on leases taken, such as inclusion in areas under the jurisdiction of the Department of Wildlife and Fisheries, will not be specifically determined unless and until a bid on this tract is accepted by the Mineral Board; which bid will be accepted on a per acre basis and which acceptance will be conditional upon such specific determinations being made. Once a bid is conditionally accepted by the Mineral Board, the staff will, within a period following the date of the lease sale, determine the acreage, shape and location of the potential lease area of the tract, the status for leasing of all or any portion thereof, and any conditions which may affect potential operations thereon. These determinations may render all or a portion of the bid area unleaseable or may increase or decrease the State claimed acreage such that the total bonus/rental ultimately required may either exceed the bonus/rental paid at the lease sale, which will require additional payment by the successful bidder, or allow the successful bidder a refund of excessive payment. The successful bidder will be notified of the determinations by the staff and given an opportunity to view the bid area acreage, configuration and location as it has been specifically determined. If all or a portion of the bid area is unleaseable due to overlap of an existing lease, the successful bidder will be given an opportunity to accept or reject a new lease on that portion of the bid area which is not unleaseable. If rejected, the bid and all monies accompanying the bid will be returned to the successful bidder and no lease will be issued. In all other cases a new lease will be issued and any additional per acre bonus/rental, 10% administration fee or \$10 and \$5 per acre fees due as a result of staff determination of more State acreage in the bid area than determined by the successful bidder will be paid prior to the lease being issued. A determination of less State acreage in the bid area will result in a return to the successful bidder of any overpayment.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

Applicant: Energy Partners, Inc.